



Ernie Fletcher
Governor

Lajuana S. Wilcher
Secretary

Commonwealth of Kentucky
Environmental and Public Protection Cabinet
Public Service Commission

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P.O. Box 615
Frankfort, Kentucky 40602-0615
Telephone: (502) 564-3940
Fax: (502) 564-3460

March 29, 2004

TO: PARTIES OF RECORD
RE: Case No. 2002-00475
Kentucky Power Company d/b/a American Electric Power

Enclosed please find a memorandum that has been filed in the record of the above-referenced case. Any comments regarding this memorandum's contents should be submitted to the Commission within five days of receipt of this letter. Questions regarding this memorandum should be directed to Jeff Shaw at 502/564-3940, Extension 237.

Sincerely,

A handwritten signature in black ink, appearing to read "Thomas M. Dorman".

Thomas M. Dorman
Executive Director

Enclosure

INTRA-AGENCY MEMORANDUM
KENTUCKY PUBLIC SERVICE COMMISSION

TO: Main Case File - Case No. 2002-00475
FROM: Jeff Shaw, Team Leader
DATE: March 29, 2004
SUBJECT: March 5, 2004 Informal Conference

Pursuant to the Commission Staff's notice, an informal conference was held on March 5, 2004 at the Commission's offices in Frankfort, Kentucky. In attendance were representatives of the following parties: Kentucky Power Company d/b/a American Electric Power; PJM Interconnection, L.L.C.; Attorney General's Office; Kentucky Industrial Utility Customers, Inc.; and Kentucky Public Service Commission. The names of the attendees are listed on the attachment hereto.

The purpose of the conference was to discuss the cost-benefit study filed by Kentucky Power Company in December 2003 and its responses to data requests. Issues discussed included projections of margins on system sales, ability to self-schedule generation rather than participating in the energy market, and compliance with the transmission priority requirements in KRS 278.214.

Attachment

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF KENTUCKY POWER
COMPANY D/B/A AMERICAN ELECTRIC
POWER FOR APPROVAL, TO THE
EXTENT NECESSARY, TO TRANSFER
FUNCTIONAL CONTROL OF
TRANSMISSION FACILITIES LOCATED
IN KENTUCKY TO PJM INTERCONNECTION,
L.L.C. PURSUANT TO KRS 278.218

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) CASE NO. 2002-00475
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March 5, 2004 Informal Conference
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Please sign in:

NAME

REPRESENTING

RICHARD RAFF

PSC-LEGAL

JEFF SHAW

PSC-FIN. ANALYSIS

MIKE KURTZ

KIUC

CRAIG BAKER

AEP

KEVIN DUFFY

AEP

MARK R. OVERSTREET

STILES' MARSHALL - AEP

LAM DORMAN

PSC

TIM MOSHER

AEP

EROL KNOX

AEP/KPCO

COMMONWEALTH OF KENTUCKY
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L.L.C. PURSUANT TO KRS 278.218

CASE NO. 2002-00475

=====
March 5, 2004 Informal Conference
=====

Please sign in:

NAME

REPRESENTING

BRENT CALDWELL, Atty.

PJM

Craig Glaze

PJM

KARL FIRMANN

PJM

Robert Hinkel

PJM

KERRY STROUP

PJM

Betsy Blackford

OAG

Tim Blakley

PSC Staff

Martha Morton

PSC Staff

A W Turner Jr

PSC Staff

Ialina Mathews

PSC Staff

Isaac Scott

PSC Staff